

Message Text

LIMITED OFFICIAL USE

PAGE 01 MANILA 01479 271029Z
ACTION EA-12

INFO OCT-01 ISO-00 L-03 SS-15 HA-05 EB-08 SSO-00
INR-07 INRE-00 /051 W
-----052126 271053Z /16
O 270916Z JAN 78
FM AMEMBASSY MANILA
TO SECSTATE WASHDC IMMEDIATE 943

LIMITED OFFICIAL USE MANILA 1479

STADIS////////////////////////////////////

E. O. 11652: NA
TAGS: EFIN, AID, RP
SUBJECT: PROPOSED IBRD LOAN TO THE PRIVATE DEVELOPMENT COR-
PORATION OF THE PHILIPPINES (PDCP)

REF: MANILA 1222

1. MR. CARLOS TORRES, SENIOR VICE PRESIDENT OF PDCP, IN CON-
VERSATION WITH EMBASSY OFFICER SOUGHT TO FURTHER CLARIFY AN-
TICIPATED REGIONAL EFFECTS OF THE PROPOSED \$30 MILLION IBRD LOAN.
IN GENERAL, PDCP SEEKS TO SUPPORT PROJECTS WHICH GENERATE
EMPLOYMENT, EARN OR CONSERVE FOREIGN EXCHANGE, UTILIZE DOMESTIC
MATERIALS, AND FALL OUTSIDE THE MANILA AREA. THESE CRITERIA,
PARTICULARLY THE LATTER, HE POINTED OUT, CORRESPOND CLOSELY
TO CURRENT GOP DEVELOPMENT GUIDELINES. (NEW INDUSTRY IS REQUIRED
TO BE LOCATED 50 KM. OUTSIDE METRO MANILA; EXCEPTIONS ARE
MADE.)

2. TORRES SAID THAT NO PROJECTIONS HAVE BEEN MADE ON THE GEO-
GRAPHICAL IMPACT OF THE PROPOSED LOAN, BUT SUGGESTED THAT THE
1977 EXPERIENCE MIGHT SERVE AS A VERY ROUGH GUIDE. IN 1977, 20.6
PERCENT OF LOANS BY NUMBER WENT TO THE MANILA AREA, 25.5 PERCENT
BY AMOUNT. TORRES NOTED THAT WHILE THE PERCENTAGE OF
LIMITED OFFICIAL USE

LIMITED OFFICIAL USE

PAGE 02 MANILA 01479 271029Z

LOANS TO MANILA BY NUMBER WOULD ALMOST CERTAINLY CONTINUE TO DROP,
BECAUSE OF THE EMPHASIS ON THE SMALL LOAN PROGRAM, THE
PERCENTAGE BY AMOUNT IS SUBJECT TO FLUCTUATION, BECAUSE
THE SIZE OF BOTH REPEAT AND NEW LOANS IN THE MANILA AREA
IS COMMONLY LARGER THAN AVERAGE.

3. PDCP HAS MADE SOME PROJECTIONS ON UTILIZATION OF THE PROPOSED

LOAN BY SECTOR, BASED ON SURVEYS. DURING 1978-79, IT IS BELIEVED
THAT ABOUT 27 PERCENT WILL GO TO MANUFACTURING AND 66 PERCENT TO
UTILITIES, TRANSPORTATION, AND COMMUNICATIONS. TORRES EX-
PLAINED THAT THE RATHER HIGH PERCENTAGE TO THE LATTER CATEGORY
WAS BASED ON EXPECTED INVESTMENTS IN INTER-ISLAND SHIPPING
AND, SECONDARILY, IN POWER DISTRIBUTION. HE POINTED OUT THAT
A PARTICULARLY HIGH PERCENTAGE OF INVESTMENT IN THESE AREAS
WOULD BENEFIT REGIONS OUTSIDE MANILA.
NEWSOM

LIMITED OFFICIAL USE

NNN

Message Attributes

Automatic Decaptioning: Z
Capture Date: 01 jan 1994
Channel Indicators: n/a
Current Classification: UNCLASSIFIED
Concepts: DEVELOPMENT LOANS
Control Number: n/a
Copy: SINGLE
Draft Date: 27 jan 1978
Decaption Date: 20 Mar 2014
Decaption Note: 25 YEAR REVIEW
Disposition Action: RELEASED
Disposition Approved on Date:
Disposition Case Number: n/a
Disposition Comment: 25 YEAR REVIEW
Disposition Date: 20 Mar 2014
Disposition Event:
Disposition History: n/a
Disposition Reason:
Disposition Remarks:
Document Number: 1978MANILA01479
Document Source: CORE
Document Unique ID: 00
Drafter: n/a
Enclosure: n/a
Executive Order: N/A
Errors: N/A
Expiration:
Film Number: D780040-0816
Format: TEL
From: MANILA
Handling Restrictions:
Image Path:
ISecure: 1
Legacy Key: link1978/newtext/t19780115/aaaaalwg.tel
Line Count: 71
Litigation Code IDs:
Litigation Codes:
Litigation History:
Locator: TEXT ON-LINE, ON MICROFILM
Message ID: 46af70df-c288-dd11-92da-001cc4696bcc
Office: ACTION EA
Original Classification: LIMITED OFFICIAL USE
Original Handling Restrictions: STADIS
Original Previous Classification: n/a
Original Previous Handling Restrictions: n/a
Page Count: 2
Previous Channel Indicators: n/a
Previous Classification: LIMITED OFFICIAL USE
Previous Handling Restrictions: STADIS
Reference: 78 MANILA 1222
Retention: 0
Review Action: RELEASED, APPROVED
Review Content Flags:
Review Date: 04 may 2005
Review Event:
Review Exemptions: n/a
Review Media Identifier:
Review Release Date: n/a
Review Release Event: n/a
Review Transfer Date:
Review Withdrawn Fields: n/a
SAS ID: 3701924
Secure: OPEN
Status: NATIVE
Subject: PROPOSED IBRD LOAN TO THE PRIVATE DEVELOPMENT COR- PORATION OF THE PHILIPPINES (PDCP)
TAGS: EFIN, EAID, RP
To: STATE
Type: TE
vdkgvwkey: odbc://SAS/SAS.dbo.SAS_Docs/46af70df-c288-dd11-92da-001cc4696bcc
Review Markings:
Sheryl P. Walter
Declassified/Released
US Department of State
EO Systematic Review
20 Mar 2014
Markings: Sheryl P. Walter Declassified/Released US Department of State EO Systematic Review 20 Mar 2014